## RESOLUTION NO. 3365

## A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LODI OPPOSING ENACTMENT OF A.B. 908

WHEREAS, the Stare Legislature of the State of California is presently considering the enactment of A.B. 908 establishing **a tax** of 14% on the gross revenues received by governmental agencies from the sale of electricity; and

WHEREAS, electric generation and distribution is only one of many enterprises maintained and operated by governmental agencies, including but not limited to, water, sewage transit, garbage collection, airports, parking lots, ports amusement facilities, auditoriums, etc.; and

WHEREAS, any taxes paid by governmental agencies for the privilege of operating a utility or other enterprise will benefit the tax payers within a taxing jurisdiction whether it is a City, County, school district or special district or state; and

WHEREAS, A.B. 908 provides for the tax action of only the electric utility; and

WHEREAS, the City of Lodi maintains and operates the electric distribution system within the City; and

WHEREAS, the passage of A.B. 908 will result in the payment of large sums of money which are now used to support the government of the City of Lodi to the disadvantage of the citizens of the City; and

WHEREAS, the citizens of Lodi will not benefit by a corresponding tax on the proprietary enterprises of other governmental agencies;

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Lodi that A.B. 908 be vigorously opposed.

BE IT FURTHER RESOLVED that this opposition be voiced because the passage of this bill will result in a discriminatory tax on local government electric enterprises to the detriment of the citizens of these municipalities.

DATED: March 18, 1970

I hereby certify that Resolution No. 3365 was passed and adopted by the City Council of the City of Lodi in regular meeting held March 18, 1970 by the following vote:

AYES: Councilmen - Brown, Culbertson. Hunnell and Kirsten

NOES: Councilmen - None

ABSENT: Councilmen - Schaffer

3365